

FISCAL NOTE

SB 1347 - HB 1184

April 4, 2001

SUMMARY OF BILL: Increases minimum liability limits under the Governmental Tort Liability Act to \$195,000 for bodily injury or death of any (1) person in any (1) accident, \$530,000 for bodily injury or death of all persons in any (1) accident, occurrence or act, and \$75,000 for injury or destruction of property of others in any (1) accident.

ESTIMATED FISCAL IMPACT:

Increase Local Govt. Expenditures* - Exceeds \$1,000,000

Estimate assumes:

- a significant increase in insurance premiums to local governments or a significant increase in payments for local governments that are self-insured.
- bill does not impact the state's claims program that is governed by limits set forth in TCA 9-8-307(3)(e).

**Article II, Section 24 of the Tennessee Constitution provides that: no law of general application shall impose increased expenditure requirements on cities or counties unless the General Assembly shall provide that the state share in the cost.*

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James A. Davenport, Executive Director

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